



**PUBLIC UTILITY TAX AND BUSINESS & OCCUPATION TAX  
EXEMPTION FOR SMALL PUBLIC WATER SYSTEMS**

**RCW 82.04.312 and 82.16.042**

Name on Department of Revenue Combined Excise Tax Return		Revenue Tax Reporting Account No.	
Address	City	State	Zip Code
Name of Public Water System			
Department of Health Public Water System Identification Number (Use the number from your Water Facilities Inventory form (WFI))			

The public water system is one of the following: **(Check one box only)**

- ☐ A water/sewer district that has less than 1,500 connections;  
☐ An irrigation district that provides residential water service to less than 1,500 connections; or  
☐ A satellite system management agency that has less than 200 connections.

I acknowledge that in order to qualify for the exemption the following material facts must be true:

1. The residential water rates charged by the water system exceed one hundred twenty-five percent (125%) of the state-wide average residential water rate as published by the Department of Health on or before July 1 of each year;
2. The water system shall expend at least ninety percent (90%) of the value of the exemption to repair, equip, maintain, and upgrade the water system; to repay debts solely incurred to repair, equip, maintain, and upgrade the water system, or to set aside funds dedicated solely to repair, equip, maintain, and upgrade the water system and such funds will not be expended for any other purpose; and
3. I am authorized to act on behalf of this water system.

**I acknowledge that misrepresentation of the foregoing facts subjects me to penalties prescribed by the laws of the State of Washington.**

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Print Name

\_\_\_\_\_  
Title

\_\_\_\_\_  
Date and Place

\_\_\_\_\_  
Address

\_\_\_\_\_  
( )  
Phone Number

\_\_\_\_\_  
City, State, Zip Code

**Please submit this form to:**

Washington State Department of Revenue  
Taxpayer Account Administration  
Customer Account Services  
PO Box 47476  
Olympia, WA 98504-7476

To inquire about the availability of this document in an alternate format for the visually impaired or a language other than English, please call (360) 753-3217. Teletype (TTY) users may call (800) 451-7985. You may also access tax information on our Internet home page at <http://www.wa.gov/dor/wador.htm>.